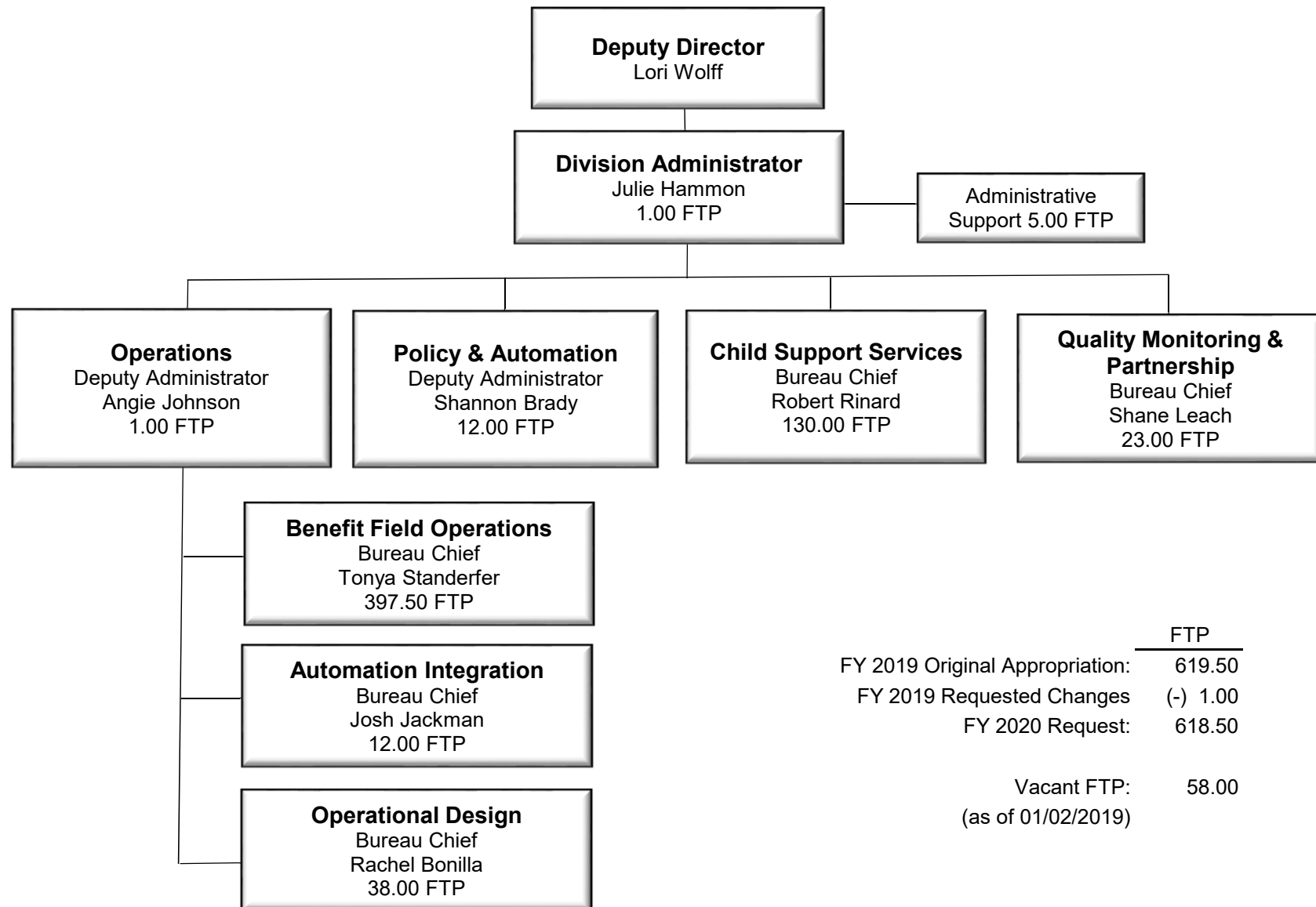


Division of Welfare Organizational Chart



Welfare, Division of

FY 2018 Actual Expenditures by Division

			FTP	PC	OE	CO	T/B	LS	Total
0.30	FY 2018 Original Appropriation								
0220-03	Gen	0.00	14,711,800	6,375,300		0	22,183,600	0	43,270,700
0173-00	Ded	0.00	0	2,273,700		0	0	0	2,273,700
0220-05	Ded	630.55	1,318,200	3,539,000		0	500,000	0	5,357,200
0220-02	Fed	0.00	26,541,600	23,346,400		0	71,530,500	0	121,418,500
Totals:		630.55	42,571,600	35,534,400		0	94,214,100	0	172,320,100
0.43	Supplementals								
0220-05	Ded	(9.00)	0	0		0	0	0	0
Totals:		(9.00)	0	0		0	0	0	0
1.00	FY 2018 Total Appropriation								
0220-03	Gen	0.00	14,711,800	6,375,300		0	22,183,600	0	43,270,700
0173-00	Ded	0.00	0	2,273,700		0	0	0	2,273,700
0220-05	Ded	621.55	1,318,200	3,539,000		0	500,000	0	5,357,200
0220-02	Fed	0.00	26,541,600	23,346,400		0	71,530,500	0	121,418,500
Totals:		621.55	42,571,600	35,534,400		0	94,214,100	0	172,320,100
1.21	Net Object Transfer								
0220-03	Gen	0.00	(605,400)	339,500		35,900	230,000	0	0
0220-02	Fed	0.00	0	(40,600)		40,600	0	0	0
Totals:		0.00	(605,400)	298,900		76,500	230,000	0	0
1.31	Net Transfer Between Programs								
0220-05	Ded	(1.05)	(30,000)	0		0	0	0	(30,000)
Totals:		(1.05)	(30,000)	0		0	0	0	(30,000)
1.32	Net Transfer Between Programs								
0220-05	Ded	0.00	(395,000)	(360,000)		0	0	0	(755,000)
Totals:		0.00	(395,000)	(360,000)		0	0	0	(755,000)
1.34	Net Transfer Between Programs								
0220-03	Gen	0.00	0	50,000		0	0	0	50,000
Totals:		0.00	0	50,000		0	0	0	50,000
1.61	Reverted Appropriation								
0220-03	Gen	0.00	(269,300)	(146,400)		(1,000)	(641,700)	0	(1,058,400)
0173-00	Ded	0.00	0	(47,800)		0	0	0	(47,800)
0220-05	Ded	0.00	(131,600)	(375,100)		0	0	0	(506,700)
0220-02	Fed	0.00	(2,359,800)	(1,404,900)		(1,600)	(4,727,400)	0	(8,493,700)
Totals:		0.00	(2,760,700)	(1,974,200)		(2,600)	(5,369,100)	0	(10,106,600)

Welfare, Division of**FY 2018 Actual Expenditures by Division**

			FTP	PC	OE	CO	T/B	LS	Total
2.00 FY 2018 Actual Expenditures									
0220-03	Gen	0.00		13,837,100	6,618,400	34,900	21,771,900	0	42,262,300
	Cooperative Welfare (General)			13,837,100	6,618,400	34,900	21,771,900	0	42,262,300
0173-00	Ded	0.00		0	2,225,900	0	0	0	2,225,900
	Idaho Health Insurance Access Card			0	2,225,900	0	0	0	2,225,900
0220-05	Ded	620.50		761,600	2,803,900	0	500,000	0	4,065,500
	Cooperative Welfare (Dedicated)			761,600	2,803,900	0	500,000	0	4,065,500
0220-02	Fed	0.00		24,181,800	21,900,900	39,000	66,803,100	0	112,924,800
	Cooperative Welfare (Federal)			24,181,800	21,900,900	39,000	66,803,100	0	112,924,800
Totals:			620.50	38,780,500	33,549,100	73,900	89,075,000	0	161,478,500

Difference: Actual Expenditures minus Total Appropriation

0220-03	Gen		(874,700)	243,100	34,900	(411,700)	0	(1,008,400)
	Cooperative Welfare (General)		(5.9%)	3.8%	N/A	(1.9%)	N/A	(2.3%)
0173-00	Ded		0	(47,800)	0	0	0	(47,800)
	Idaho Health Insurance Access Card		N/A	(2.1%)	N/A	N/A	N/A	(2.1%)
0220-05	Ded		(556,600)	(735,100)	0	0	0	(1,291,700)
	Cooperative Welfare (Dedicated)		(42.2%)	(20.8%)	N/A	0.0%	N/A	(24.1%)
0220-02	Fed		(2,359,800)	(1,445,500)	39,000	(4,727,400)	0	(8,493,700)
	Cooperative Welfare (Federal)		(8.9%)	(6.2%)	N/A	(6.6%)	N/A	(7.0%)
Difference From Total Approp			(3,791,100)	(1,985,300)	73,900	(5,139,100)	0	(10,841,600)
Percent Diff From Total Approp			(8.9%)	(5.6%)	N/A	(5.5%)	N/A	(6.3%)

Division of Welfare - Legislative Services Office, Open Audit Findings

Audit Finding Description	Department Comments
1 Finding 2017-208 - Internal controls failed to prevent or identify and correct errors in the Child Care Development Fund (CCDF) ACF-404 Error Rate Report.	The Division of Welfare submitted a revised plan to complete error reports that will be submitted in FY 2019. Because error reports are only submitted once every three years, the corrective action cannot be confirmed until FY 2019.
2 Finding 2017-209 - Payments made to Easter Seals Working Solutions (EWS) from the Supplemental Nutrition Assistance Program (SNAP) were missing supporting documentation, such as vouchers and receipts, resulting in improper payments.	The Division of Welfare replaced the contractor in FY 2017 that caused the finding and has refunded the final known overpayments to the federal grantor. The audit for FY 2017 did not find any errors related to the new contractor. We anticipate that these findings will be closed in the 2018 audit.
3 Finding 2016-204 – Payroll expenditures lacked supporting documentation to justify allocated payroll charges to various federal programs.	The Division of Welfare implemented the corrective actions to accurately report actual time and effort during FY 2017. As a result, we anticipate that there will be no repeat finding for the Division of Welfare in FY 2018.
4 Finding 2016-206 – Payments made to Easter Seals Working Solutions (EWS) from the Supplemental Nutrition Assistance Program (SNAP) were missing vouchers and receipts resulting in improper payments.	The Division of Welfare replaced the contractor in FY 2017 that caused the finding and has refunded the final known overpayments to the federal grantor. The audit for FY 2017 did not find any errors related to the new contractor. We anticipate that these findings will be closed in the 2018 audit.
5 Finding 2016-207 – Payments made to Easter Seals Goodwill from the Temporary Assistance to Needy Families (TANF) Grant were missing vouchers and receipts resulting in improper payments.	The Division of Welfare replaced the contractor in FY 2017 that caused the finding and has refunded the final known overpayments to the federal grantor. The audit for FY 2017 did not find any errors related to the new contractor. We anticipate that these findings will be closed in the 2018 audit.
6 Finding 2016-208 – Internal controls were not fully implemented to ensure compliance with Procurement and Suspension and Debarment requirements.	Division of Welfare revised child care contract agreements to comply with finding during FY 2017. We anticipate that there will be no exceptions reported in FY 2018.

Division of Welfare

FY 2019 JFAC Action

	FTP	Gen	Ded	Fed	Total
FY 2018 Original Appropriation	630.55	43,270,700	7,630,900	121,418,500	172,320,100
Supplementals					
5. FTP Transfer for Child Welfare Staffing	(9.00)	0	0	0	0
FY 2018 Total Appropriation	621.55	43,270,700	7,630,900	121,418,500	172,320,100
Noncognizable Funds and Transfers	(1.05)	0	(120,000)	0	(120,000)
FY 2018 Estimated Expenditures	620.50	43,270,700	7,510,900	121,418,500	172,200,100
Removal of Onetime Expenditures	0.00	(446,300)	(2,273,700)	(5,280,000)	(8,000,000)
Base Adjustments	(1.00)	(45,600)	120,000	0	74,400
FY 2019 Base	619.50	42,778,800	5,357,200	116,138,500	164,274,500
Benefit Costs	0.00	(297,900)	(17,800)	(506,100)	(821,800)
Statewide Cost Allocation	0.00	(8,400)	0	(15,600)	(24,000)
Change in Employee Compensation	0.00	336,600	30,200	606,000	972,800
Nondiscretionary Adjustments	0.00	636,300	0	0	636,300
FY 2019 Program Maintenance	619.50	43,445,400	5,369,600	116,222,800	165,037,800
Line Items					
4. Child Support System Modernization	0.00	0	2,720,000	5,280,000	8,000,000
5. SNAP Employment & Training Svcs	0.00	0	0	2,000,000	2,000,000
30. Ongoing Object Transfer PC to OE	0.00	0	0	0	0
FY 2019 Total	619.50	43,445,400	8,089,600	123,502,800	175,037,800
Chg from FY 2018 Orig Approp.	(11.05)	174,700	458,700	2,084,300	2,717,700
% Chg from FY 2018 Orig Approp.	(1.8%)	0.4%	6.0%	1.7%	1.6%

Standard Intent Language for Health & Welfare, Self-Reliance Operations Program

ACTUAL AND FORECAST DETAIL REPORTING. The Division of Welfare shall deliver the Self-Reliance Programs Forecast biannually to the Legislative Services Office and Division of Financial Management. The report shall include monthly caseload details for Temporary Assistance for Needy Families (TANF), Child Care, Medicaid, Advanced Premium Tax Credit (APTC), Aid to the Aged, Blind, and Disabled, Food Stamps, and Child Support programs. The forecast shall also include expenditure details for all of the named programs except Medicaid. The format of the report, and any additional information contained therein, shall be determined by the Legislative Services Office and Division of Financial Management. The first report shall be submitted no later than December 31, 2018, and the second report shall be submitted no later than June 30, 2019.

The Self-Reliance Program submitted the required report by the December 31 due date.

Summarized information from these reports can be found on packet pages 8 and 9 or LBB pages 2-76 and 2-77.

Division of Welfare

Historical Summary

OPERATING BUDGET	FY 2018 Total App	FY 2018 Actual	FY 2019 Approp	FY 2020 Request	FY 2020 Gov Rec
BY PROGRAM					
Self-Reliance Operations	78,106,000	72,403,500	78,233,000	68,440,500	68,664,700
Benefit Payments	94,214,100	89,075,000	96,804,800	96,804,800	96,804,800
Total:	172,320,100	161,478,500	175,037,800	165,245,300	165,469,500
BY FUND CATEGORY					
General	43,270,700	42,262,300	43,445,400	43,653,000	43,733,000
Dedicated	7,630,900	6,291,400	8,089,600	5,030,600	5,036,000
Federal	121,418,500	112,924,800	123,502,800	116,561,700	116,700,500
Total:	172,320,100	161,478,500	175,037,800	165,245,300	165,469,500
Percent Change:		(6.3%)	8.4%	(5.6%)	(5.5%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	42,571,600	38,780,500	42,124,000	41,229,300	41,453,500
Operating Expenditures	35,534,400	33,549,100	36,109,000	27,211,200	27,211,200
Capital Outlay	0	73,900	0	0	0
Trustee/Benefit	94,214,100	89,075,000	96,804,800	96,804,800	96,804,800
Total:	172,320,100	161,478,500	175,037,800	165,245,300	165,469,500
Full-Time Positions (FTP)	621.55	620.50	619.50	618.50	618.50

Division Description

The Division of Welfare, also known as Self-Reliance, provides assistance and support services for eligible families and individuals. Programs administered by the division include: Child Support; Supplemental Nutrition Assistance Program (SNAP or Food Stamps); Child Care; Temporary Assistance for Families in Idaho (TAFI also known as TANF); and Aid to the Aged, Blind, and Disabled (AABD). The division also administers several programs through contracts with local partner organizations that provide food, energy assistance, telephone assistance, and weatherization assistance. In addition, the division determines Medicaid eligibility for the department and the eligibility determinations for the state insurance exchange. The division is organized in two programs:

Self-Reliance Operations is responsible for eligibility determinations and support functions associated with Self-Reliance programs. This includes all personnel and operating funding and functions for the division.

The Benefit Payments Program consists of the trustee and benefit payments to, and on behalf of, clients.

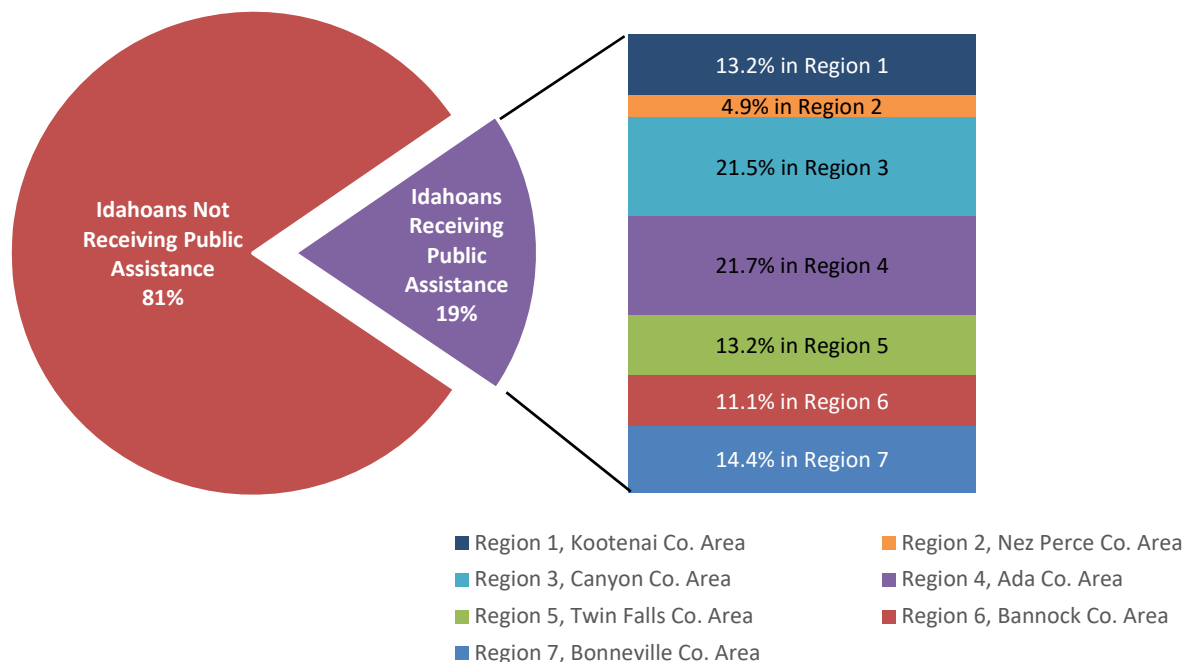
Division of Welfare Agency Profile

Public Assistance Recipients by Region and Program, June 2018

Region	Estimated Population	Cash Payments	Medicaid	Food Stamps	Child Care Assistance	Unduplicated Total
1	234,845 13.7%	3,276 1.4%	36,472 15.5%	20,776 8.8%	1,109 0.5%	42,995 18.3%
2	108,520 6.3%	1,573 1.4%	13,631 12.6%	7,864 7.2%	279 0.3%	16,012 14.8%
3	283,189 16.5%	4,638 1.6%	59,833 21.1%	35,111 12.4%	1,935 0.7%	70,022 24.7%
4	501,649 29.2%	5,431 1.1%	59,399 11.8%	35,042 7.0%	2,347 0.5%	70,457 14.0%
5	196,712 11.5%	2,255 1.1%	37,087 18.9%	18,517 9.4%	1,028 0.5%	42,815 21.8%
6	169,849 9.9%	2,548 1.5%	30,873 18.2%	17,946 10.6%	915 0.5%	36,217 21.3%
7	222,179 12.9%	1,958 0.9%	40,431 18.2%	20,238 9.1%	1,248 0.6%	46,875 21.1%
Total	1,716,943 100.0%	21,679 1.3%	277,726 16.2%	155,494 9.1%	8,861 0.5%	325,393 19.0%

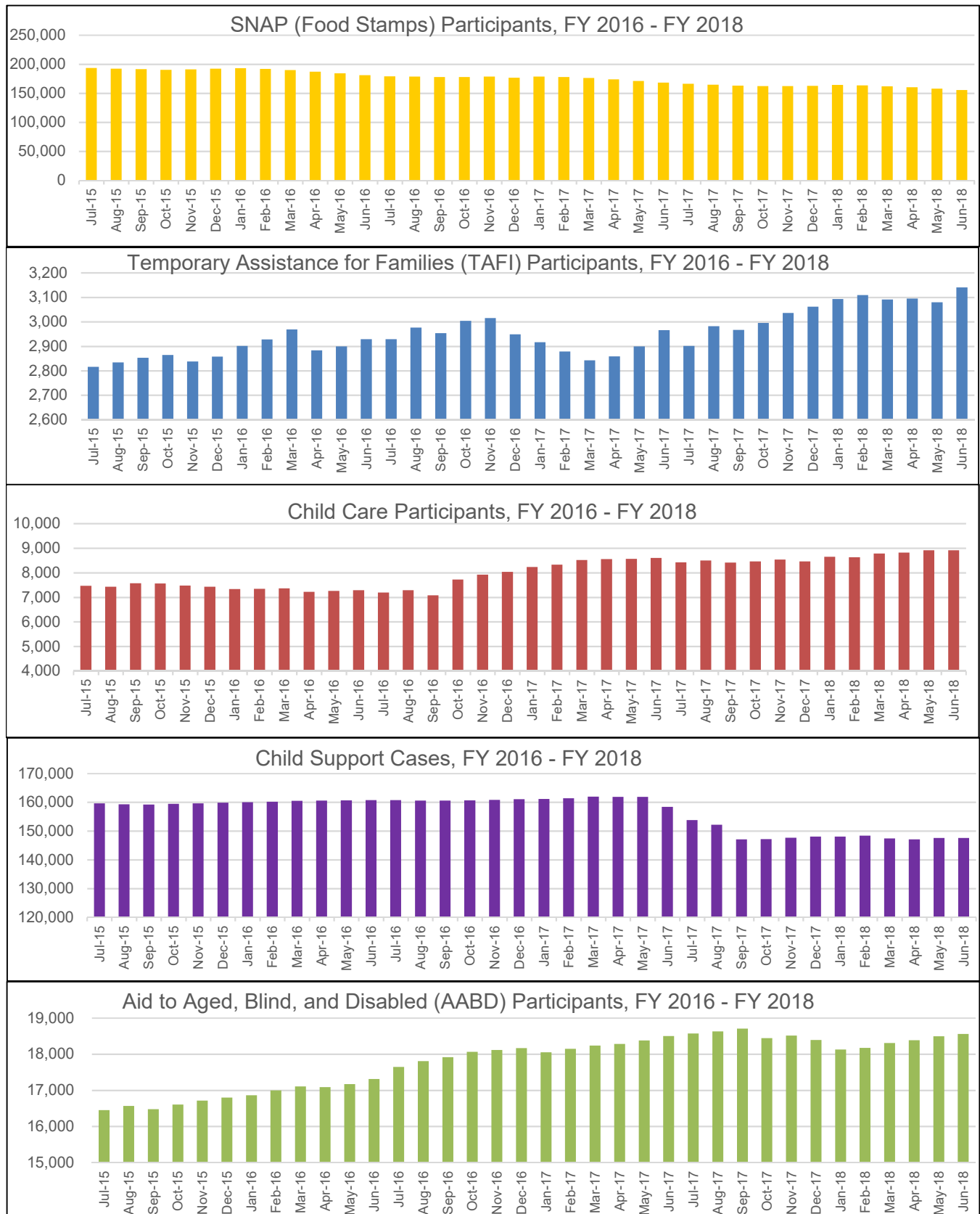
Note: Estimated Population percentage represents regional share of the state's total population. Percentages under each program are the percentage of each region's population participating in that program. Individual recipients often receive assistance through more than one program, and the Column Total is an unduplicated count; the percentages in the last column reflect the percentage of each region's population receiving assistance from any listed program.

Percent of Idahoans Receiving Public Assistance, By Region, 2018



Division of Welfare

Agency Profile



Division of Welfare

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2019 Original Appropriation	619.50	43,445,400	175,037,800	619.50	43,445,400	175,037,800
5. Various Health Federal Grants	0.00	0	(1,000,000)	0.00	0	(1,000,000)
FY 2019 Total Appropriation	619.50	43,445,400	174,037,800	619.50	43,445,400	174,037,800
Noncognizable Funds and Transfers	(1.00)	0	(1,000,000)	(1.00)	0	(1,000,000)
FY 2019 Estimated Expenditures	618.50	43,445,400	173,037,800	618.50	43,445,400	173,037,800
Removal of Onetime Expenditures	0.00	0	(8,000,000)	0.00	0	(8,000,000)
Base Adjustments	0.00	0	(350,000)	0.00	0	(350,000)
FY 2020 Base	618.50	43,445,400	164,687,800	618.50	43,445,400	164,687,800
Benefit Costs	0.00	44,100	123,500	0.00	(103,700)	(290,700)
Statewide Cost Allocation	0.00	45,100	102,200	0.00	45,100	102,200
Change in Employee Compensation	0.00	118,400	331,800	0.00	346,200	970,200
FY 2020 Total	618.50	43,653,000	165,245,300	618.50	43,733,000	165,469,500
Change from Original Appropriation	(1.00)	207,600	(9,792,500)	(1.00)	287,600	(9,568,300)
% Change from Original Appropriation		0.5%	(5.6%)		0.7%	(5.5%)

Division of Welfare

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2019 Original Appropriation	619.50	43,445,400	8,089,600	123,502,800	175,037,800

5. Various Health Federal Grants

Self-Reliance Operations

The department requests a program transfer of \$1,000,000 in federal funds from the Self-Reliance Operations Program to the Physical Health Services Program for 11 federal grants that have been awarded to the Physical Health Services Program. Grants include funding for opioids, oral health, immunizations, abstinence, physical activity and nutrition, and chronic diseases. Rather than requesting new appropriation, the department was able to identify existing appropriation amounts in several programs that are in excess of estimated needs. As a result, this department-wide request has an overall net-zero impact on the department's federal fund appropriation. The appropriation will increase in the Physical Health Services Program by 6.00 FTP and \$5,850,000. The appropriation will be reduced by \$5,850,000 in five programs and includes \$1,000,000 from Self-Reliance Operations, \$300,000 from Emergency Medical Services, \$3,100,000 from Healthcare Policy Initiatives, \$750,000 from the Southwest Idaho Treatment Center, and \$700,000 from Medicaid Administration.

Agency Request	0.00	0	0	(1,000,000)	(1,000,000)
Governor's Recommendation	0.00	0	0	(1,000,000)	(1,000,000)

FY 2019 Total Appropriation					
Agency Request	619.50	43,445,400	8,089,600	122,502,800	174,037,800
Governor's Recommendation	619.50	43,445,400	8,089,600	122,502,800	174,037,800

Noncognizable Funds and Transfers

Gov REV Rec: Moves this to a Supplemental

This action transfers 1.00 FTP from the Self-Reliance Operations Program to Indirect Support Services for a newly created position for IT systems oversight. Also requested is a program transfer of \$1,000,000 in onetime operating expenditures in federal funds to the Foster Care and Assistance Payments Program to support placement and substance abuse treatments.

Agency Request	(1.00)	0	0	(1,000,000)	(1,000,000)
Governor's Recommendation	(1.00)	0	0	(1,000,000)	(1,000,000)

FY 2019 Estimated Expenditures					
Agency Request	618.50	43,445,400	8,089,600	121,502,800	173,037,800
Governor's Recommendation	618.50	43,445,400	8,089,600	121,502,800	173,037,800

Removal of Onetime Expenditures

This action removes \$8,000,000 for the third and final year of the Child Support Enforcement System replacement.

Agency Request	0.00	0	(2,720,000)	(5,280,000)	(8,000,000)
Governor's Recommendation	0.00	0	(2,720,000)	(5,280,000)	(8,000,000)

Base Adjustments

This adjustment makes the \$1,000,000 program transfer in operating expenditures from the Self-Reliance Operations Program to the Foster Care and Assistance Payments Program ongoing. It also reduces the FY 2020 Base by \$350,000 in dedicated fund personnel costs to align the appropriation with estimated ongoing revenue.

Agency Request	0.00	0	(350,000)	0	(350,000)
Governor's Recommendation	0.00	0	(350,000)	0	(350,000)

FY 2020 Base					
Agency Request	618.50	43,445,400	5,019,600	116,222,800	164,687,800
Governor's Recommendation	618.50	43,445,400	5,019,600	116,222,800	164,687,800

Division of Welfare

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Employer-paid benefit changes include a 5.5% increase for PERSI regular retirement and adjustments to workers' compensation that vary by agency. Agencies were directed to budget \$11,650 per eligible FTP for health insurance, which is the same amount in the current fiscal year.					
Agency Request	0.00	44,100	3,000	76,400	123,500
<i>The Governor recommends \$11,020 per eligible FTP for health insurance, which is a decrease of \$630, or 5.4%, from the previous year; a temporary rate reduction for agencies that pay the Division of Human Resources for its services; and the PERSI Board's decision to increase the employer contribution by 5.5%.</i>					
Governor's Recommendation	0.00	(103,700)	(7,000)	(180,000)	(290,700)

Statewide Cost Allocation

This request includes adjustments to recover the cost of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Risk management costs will increase by \$52,000.

This request also includes \$50,200 for Department of Administration managed rental rate increases. H544 of 2018 amended Section 67-5709, Idaho Code, to address long-term maintenance for state-occupied buildings, and requires long-term maintenance costs to be included when calculating rental rates for tenants in department-managed facilities. The Permanent Building Fund Advisory Council voted on June 5, 2018, to increase rental rates by a total of 16.6% for those agencies in the Capitol Mall and state owned buildings in Lewiston and Idaho Falls. The increase will be used to address deferred maintenance costs associated with the Capitol Mall, which total approximately \$22.2 million dollars. If funded, this year's increase will collect \$1,237,441 in FY 2020. There may be subsequent increases to address deferred maintenance in the future. The increase specific to the Department of Health and Welfare is 20.8%.

Agency Request	0.00	45,100	0	57,100	102,200
Governor's Recommendation	0.00	45,100	0	57,100	102,200

Change in Employee Compensation

For calculation purposes, agencies were directed to include the cost of a 1% salary increase for permanent and temporary employees.

Agency Request	0.00	118,400	8,000	205,400	331,800
<i>The Governor recommends a 3% increase in employee compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	346,200	23,400	600,600	970,200

FY 2020 Total					
Agency Request	618.50	43,653,000	5,030,600	116,561,700	165,245,300
Governor's Recommendation	618.50	43,733,000	5,036,000	116,700,500	165,469,500
Agency Request					
Change from Original App	(1.00)	207,600	(3,059,000)	(6,941,100)	(9,792,500)
% Change from Original App	(0.2%)	0.5%	(37.8%)	(5.6%)	(5.6%)
Governor's Recommendation					
Change from Original App	(1.00)	287,600	(3,053,600)	(6,802,300)	(9,568,300)
% Change from Original App	(0.2%)	0.7%	(37.7%)	(5.5%)	(5.5%)

Medicaid Expansion: The Self-Reliance Operations Program is responsible for the system programming and eligibility determination for Medicaid Expansion. The program was asked to discuss their role with Expansion and why the Governor did not include a line item for these costs.